

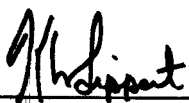


**Defense Logistics Agency
Rolls-Royce Corporation
Strategic Supplier Alliance Charter**

The Defense Logistics Agency (DLA) and the Rolls-Royce Corporation have initiated efforts to identify opportunities across the spectrum of the Contractor and Government organizations to improve customer support and responsiveness. The objective of this effort is to significantly improve logistics support, procurement, quality, program management, engineering, and program integration in order to further improve support to the warfighter.

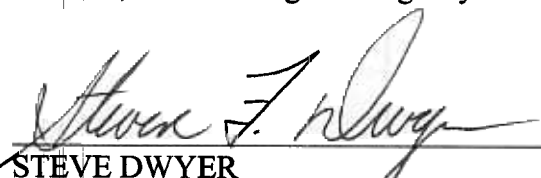
To meet this objective, DLA and the Rolls-Royce Corporation hereby form a Strategic Supplier Alliance (SSA), with oversight provided by an Executive Committee, to develop and coordinate strategies to accomplish the stated objective. The principal SSA stakeholders are DLA and the Rolls-Royce Corporation.

A Joint Steering Group will be established to direct the activities of the SSA and maintain the commitment and focus of the Alliance. The Defense Supply Center Richmond will serve as the DLA lead for this Alliance effort and will represent the agency on the Joint Steering Group. Rolls-Royce - North America will serve as the Rolls-Royce Supplier lead for this Alliance effort and will represent the company on the Joint Steering Group.



KEITH W. LIPPERT
Vice Admiral, SC, USN
Director, Defense Logistics Agency

20 March 2003
DATE



STEVE DWYER
President, Defense North America
Rolls-Royce Corporation

27 March 2003
DATE